

ATTACHMENT A



City of Rockville, Maryland Fourth Quarter FY 2009 Unaudited Financial Report June 30, 2009

Prepared by the Department of Finance

This report presents FY09 revenue and expenditure data for the City's General and Enterprise funds. This report is prepared on a modified accrual/accrual basis consistent with the City's budget and financial statements. Below are the summary totals for each fund. For more detail please see the specific fund pages which include the FY09 adopted budget, FY09 amended budget (includes the November 2008 and February and June 2009 budget amendments), FY09 actual expenditures and revenues as of September 21, 2009. Notes are included with the items that are unclear or that have a variance of \$100,000 or more from the FY09 amended budget.

Summary of Funds				
Fund		FY09 Adopted Budget	FY09 Amended Budget	Actual as of 06/30/09
General	Revenues	61,836,373	61,860,606	62,749,027
	Expenditures / Transfers Out	61,836,373	67,300,802	64,619,540
	Addition to / (Use of) Fund Balance	-	(5,440,196)	(1,870,513)
Water	Revenues	6,115,000	5,975,000	5,801,417
	Expenses	7,041,715	7,044,481	6,907,822
	Addition to / (Use of) Net Assets	(926,715)	(1,069,481)	(1,106,405)
Sewer	Revenues	6,655,000	6,485,000	6,275,621
	Expenses	6,943,150	6,818,491	6,016,984
	Addition to / (Use of) Net Assets	(288,150)	(333,491)	258,636
Refuse	Revenues	5,757,000	5,757,000	5,602,058
	Expenses	5,679,998	5,759,320	5,095,935
	Addition to / (Use of) Net Assets	77,002	(2,320)	506,123
Parking	Revenues	3,538,416	3,228,416	3,180,989
	Expenses	4,062,400	3,557,799	3,398,185
	Addition to / (Use of) Net Assets	(523,984)	(329,383)	(217,196)
SWM	Revenues	1,000,000	464,000	226,632
	Expenses	2,259,382	2,349,772	1,871,840
	Addition to / (Use of) Net Assets	(1,259,382)	(1,885,772)	(1,645,209)
RedGate	Revenues	1,312,173	1,312,173	1,169,150
	Expenses	1,587,918	1,607,393	1,468,044
	Addition to / (Use of) Net Assets	(275,745)	(295,220)	(298,894)
Speed Camera	Revenues	4,800,000	3,635,000	2,777,447
	Expenditures	2,412,702	1,962,855	1,325,477
	Addition to / (Use of) Fund Balance	2,387,298	1,672,145	1,451,970

FY09 Beginning and Ending Unreserved Fund Balance / Working Capital

This section depicts the beginning and projected ending unreserved fund balance (or, in the case of an enterprise fund, working capital as defined as current assets less current liabilities) for each of the City's funds that are represented in this report. Unreserved fund balance is the accumulated total of all prior years' actual revenues in excess of expenditures, commonly referred to as "surplus." These amounts are not invested in capital assets nor have they been committed or "reserved" for other purposes.

Each fund in the report is in compliance with the City's Financial Management Policies in regards to ending balance reserve levels, with the exception of the RedGate Golf Course Fund.

	Audited Fund Balance / Working Capital 6/30/08	PLUS FY09 Revenue	LESS FY09 Expenditures	Estimated Fund Balance / Working Capital 6/30/09
General Fund	15,051,665	62,749,027	64,619,540	13,181,152
Water Fund *	(1,838,775)	5,801,417	6,907,822	3,354,820
Sewer Fund	4,828,566	6,275,621	6,016,984	5,087,202
Refuse Fund	4,075,514	5,602,058	5,095,935	4,581,637
Parking Fund	4,280,189	3,180,989	3,398,185	4,062,993
Stormwater Mngt. Fund	7,360,683	226,632	1,871,840	5,715,474
RedGate Golf Fund	(827,807)	1,169,150	1,468,044	(1,126,701)
Speed Camera Fund	2,536,398	2,777,447	1,325,477	3,988,368

* The Projected Working Capital for 6/30/09 was adjusted by \$6.3 million to reflect the September 2008 bond issue.

FY09 General Fund Undesignated Fund Balance - June 30, 2009

One of the City's financial management policies is to maintain the fund balance in the General Fund at or above 15 percent of annual adopted revenue. The chart below shows the audited FY 2008 fund balance of \$15.05 million and the estimated FY 2009 fund balance of \$13.18 million. The \$13.18 million is \$3.91 million more than the target minimum FY 2009 fund balance of \$9.28 million. Of the \$3.91 million, over \$909,000 will be reserved for purchase orders that carried over from FY 2009 to FY 2010, and an additional \$37,000 will be reserved in order to meet the target minimum FY 2010 reserve requirement of \$9.31 million.

Factoring in the adjustments for the purchase orders and FY10 reserve requirement, the City's reserve fund will contain approximately \$2.96 million more than the 15 percent target minimum. It is the City's practice to use these surplus funds for one-time capital improvement projects or other one-time expenditures. Over the past several years the City has transferred these one-time funds to the Capital Improvements Program budget through mid-year budget amendments.

	Amount	Percent of FY09 Revenue
Audited FY08 Fund Balance (6/30/08)	15,051,665	24.3%
Plus Projected General Fund Revenue (page 3)	62,749,027	
Less Projected General Fund Expenditures (page 5)	64,619,540	
Estimated FY09 Fund Balance (6/30/09)	13,181,152	21.3%
Target Minimum FY09 Fund Balance	9,275,456	15.0%
Estimated Variance from FY09 Target	3,905,696	

FY09 Contingency Funds - June 30, 2009	
Adopted Budget Contingency Level	350,000
Use of Contingency Funds	
February 2009 Budget Amendment	(150,000)
Rockville Chamber of Commerce - Buy Rockville	(28,000)
Overtime for Snow and Ice Removal	(4,000)
All America Cities	(38,500)
Rockville Sesquicentennial Books	(15,000)
Unused Balance	114,500

General Fund Revenues - June 30, 2009					
	FY09 Adopt.	Amended	Actual	Variance	
	Budget	Budget	06/30/09	(Amended & Actual)	Note
Taxes					
Real property	30,332,420	31,032,420	31,460,293	427,873	1
Personal property	2,985,000	2,985,000	2,986,467	1,467	
Income Taxes	9,300,000	9,300,000	10,438,811	1,138,811	2
Hotel Tax	600,000	600,000	624,486	24,486	
Intergovernmental Revenue					
Gas/vehicle tax	3,000,000	2,750,000	2,666,415	(83,585)	3
Tax duplication payment	2,228,449	2,228,449	2,228,449	-	
Admission/amusement tax	850,000	850,000	993,354	143,354	4
Police protection grants	620,000	620,000	615,763	(4,237)	
Youth services grant	282,390	282,390	306,554	24,164	
Cable franchise fee	532,420	532,420	436,469	(95,951)	
Other	59,000	418,233	150,723	(267,510)	5
Licenses and Permits					
Building permits	1,100,000	1,100,000	833,994	(266,006)	6
Other	664,500	664,500	772,204	107,704	7
Charges for Services					
Recreation fees	4,533,870	4,268,870	4,073,878	(194,992)	8
PW permit fees	200,000	200,000	301,937	101,937	9
Zoning and planning fees	78,000	78,000	61,361	(16,639)	
Facility Rental Fees	760,825	760,825	718,134	(42,691)	
Other	346,700	346,700	308,468	(38,232)	
Fines and Forfeitures					
Red Light Camera	800,000	650,000	633,452	(16,548)	
Other	24,000	24,000	15,026	(8,974)	
Use of Money/Property					
Interest income	673,421	273,421	187,830	(85,591)	
Rental income	136,055	136,055	142,334	6,279	
Other Revenue					
Admin charges other funds	1,462,000	1,462,000	1,462,000	-	10
Other	267,323	297,323	330,627	33,304	
Total Revenue	61,836,373	61,860,606	62,749,027	888,421	

General Fund Revenues - June 30, 2009

1. Actual real property tax revenues total \$427,873 more than the amended budget. This revenue source has increased over the years as property values increased. However, as of January 2010, all properties within the City will be reassessed (Group 3 was reassessed in 2009, Group 1 will be reassessed in 2010), and the reassessed values are expected to flatten or decrease, impacting FY10 property tax revenues and future budget years.
2. For the past three fiscal years this revenue source has totaled between \$9.8 and \$10.6 million each year. Although there was a \$1.1 million variance between the FY09 budget and the actual, this revenue source decreased by \$200,000 from FY08 to FY09. Because of the economic downturn, staff projects income tax revenue will continue to go down in FY10 as a result of the increase in unemployment and reductions in capital gains. In order to be conservative, the FY10 adopted budget assumes \$9.3 million in income tax revenue. If income tax revenue continues to come in at levels comparable to FY09, staff will amend the budget upward to reflect the increase.
3. Highway user revenue is the municipal share of gasoline tax and vehicle registrations collected by the State. Although the FY09 actual revenue was relatively close to the FY09 amended budget, the State of Maryland recently reduced the municipal share of highway user revenue by 90 percent for FY10, significantly impacting the City's General Fund budget. Staff is closely monitoring this revenue source because the State could further reduce this revenue source in FY10 or FY11.
4. For the past three fiscal years this revenue source has totaled between \$910,000 and \$1.1 million each year. This revenue is generated from a ten percent tax that is charged on all admission or amusement activities in Rockville. The two major sources of admission and amusement revenue in FY09 include motion pictures and athletic facilities. Staff will closely monitor this revenue source in FY10 and amend the budget upward if this trend continues.
5. Other intergovernmental revenue includes State of Maryland grants. The variance amount represents the unspent portion of these grants, which will be reappropriated in the FY10 operating budget.
6. Building permit revenue is directly related to the level of new development in the City. The variance here represents the decrease in development during FY09. Staff will closely monitor this revenue source in FY10 and amend the budget down if this trend continues.
7. Other licenses and permits includes rental, traders, animal, and other non-business licenses. Each of these individual revenue sources came in higher than the budgeted amounts. For FY10, rental license fees were increased and the adopted budget reflects these increased fees.
8. The variance between actual recreation fee revenue and the amended budget is mainly due to a reduction in camps and childcare revenue, the later-than-anticipated openings of the Thomas Farm Community Center and the Swim Center Meeting and Fitness room, and an overall reduction in recreation fees and admission charges.
9. The \$101,937 variance for PW permit fees is mainly due to the issuance of permits to several large projects within the City, including Verizon FiOS, Upper Rock, and Twinbrook Station.
10. Actual revenue as of 6/30/09 includes administrative transfers from the following funds: Water \$431,000, Sewer \$241,000, Refuse \$456,000, RedGate \$95,000, Stormwater Management \$154,000, and Parking \$85,000.

General Fund Expenditures - June 30, 2009

	FY09 Adopt. Budget	Amended Budget	Actual 06/30/09	Variance (Amended & Actual)	Note
Personnel					
Salary	28,393,539	28,171,841	27,288,095	(883,746)	1
Benefits	8,222,291	8,994,128	8,741,926	(252,202)	1
Overtime	764,761	799,522	911,725	112,203	2
Contractual Services					
Professional services	1,872,051	2,330,051	2,193,136	(136,915)	3,4
Office expenses	976,277	995,973	911,874	(84,099)	
Employment & training	815,196	844,646	656,515	(188,131)	4,5
Maintenance & repair	2,822,765	3,012,449	2,632,184	(380,265)	4,6
Service provision	784,592	797,478	721,853	(75,625)	
Insurance and Leases	250,245	255,126	236,562	(18,565)	
Commodities					
Utility costs	2,469,038	2,469,038	2,300,780	(168,258)	4,7
Supplies	2,240,516	2,357,326	2,205,879	(151,447)	4,5
Contingency	350,000	142,500	28,000	(114,500)	8
Capital Outlays					
Equipment	747,308	886,930	620,682	(266,248)	4
Non-operating Expenditures					
Community Assistance	3,420	3,420	4,744	1,324	
Outside Agencies	1,093,750	1,108,750	1,035,882	(72,868)	
Other	20,000	41,000	39,081	(1,919)	
Total Expenditures	51,825,749	53,210,178	50,528,916	(2,681,262)	
Transfers to Other Funds					
Debt Service Fund	4,483,929	4,483,929	4,483,929	-	
Capital Projects Fund	4,453,695	8,533,695	8,533,695	-	9
Other funds	1,073,000	1,073,000	1,073,000	-	10
Sub-total	10,010,624	14,090,624	14,090,624	-	
Total Exp. and Transfers	61,836,373	67,300,802	64,619,540	(2,681,262)	

1. Represents all twenty-six pay periods. The 06/30/09 actual includes full funding of GASB 45 retiree health care cost obligation included in the November 2008 budget amendment (also included in other funds throughout this report). The FY09 actual for salaries and benefits was \$1,135,938 less than the amended budget due to vacancies in the General Fund throughout the year. Budget staff utilized this budget authority for other needs in the fourth quarter, including outside legal services.

2. Additional overtime was needed in the General Fund mainly due to snow and ice removal, special events that required additional Police presence, and vacant positions.

3. Approximately \$121,900 in professional services remains unspent due to legal services actual expenditures coming in lower than the amended budget for this service.

4. Approximately \$909,200 of the total variance amount across Contractual Services, Commodities, and Capital Outlays is encumbered in purchase orders that will carry-over into FY10.

5. Many divisions, especially those with cost recovery goals, held back on travel, training and supplies due to revenue coming in lower than anticipated.

6. The amended budget reflects grant funding from the Maryland Department of the Environment (MDE). The unspent portion of the grant will be reappropriated in the FY10 operating budget.

7. Utility estimates proved to be higher than actual utility costs.

8. The contingency account was amended down to \$200,000. Of the \$200,000, \$4,000 was transferred for snow and ice removal, \$38,500 was transferred for "All America Cities," \$15,000 was transferred to purchase books for Rockville's sesquicentennial, and \$28,000 was spent on the "Buy Rockville" campaign.

9. The transfer to the Capital Projects Fund increased by \$4,080,000 from the adopted to the amended budget. This transfer utilized the General Fund's fund balance above the 15 percent reserve requirement.

10. Actual FY09 transfers as of 6/30/09 include Parking \$950,000, Refuse \$30,000, and RedGate \$93,000.

Water Fund - June 30, 2009

	FY09 Adopt. Budget	Amended Budget	Actual 06/30/09	Variance (Amended & Actual)	Note
Revenues					
Utility charges	5,304,000	5,304,000	5,183,077	(120,923)	1
Water connections	150,000	50,000	14,700	(35,300)	
Sales of Materials	-	-	4,140	4,140	
Interest income	85,000	45,000	43,931	(1,069)	
Miscellaneous revenues	115,000	115,000	94,569	(20,431)	
Transfer from Sewer and Refuse funds	461,000	461,000	461,000	-	2
Total Revenues	6,115,000	5,975,000	5,801,417	(173,583)	
Expenses					
Personnel	2,940,206	2,950,047	2,756,375	(193,672)	3
Operating	1,881,009	1,873,934	1,695,004	(178,930)	4
Capital	205,500	205,500	69,587	(135,913)	4
Debt serv., transfer, other	2,015,000	2,015,000	2,386,855	371,855	5
Total Expenses	7,041,715	7,044,481	6,907,822	(136,659)	
Net Income/(Loss)	(926,715)	(1,069,481)	(1,106,405)	(36,924)	

1. The variance between the actual utility charges and the amended budget is due to the number of vacant properties in the City, as well as to the number of foreclosed homes. Foreclosed homes often have large unpaid utility bills that are not settled until the property is sold. The City has also seen an increase in the number of water shut-offs due to non-payment that are remaining off.

2. Actual FY09 transfers as of 6/30/09 include Sewer \$340,000, and Refuse \$121,000.

3. Represents all twenty-six pay periods. The end of year actual includes full funding of GASB 45 retiree health care cost obligation included in the November 2008 budget amendment. The variance is due to several vacancies (Deputy Director of Utilities, Maintenance Workers, Laborers, Civil Engineers) throughout the year.

4. Approximately \$314,800 in operating and capital funds remain unspent due to lower-than-budgeted WSSC payments, and reduced chemical, equipment, and major repair expenses. Approximately \$219,900 of the variance amount is encumbered in purchase orders that will carry-over into FY10.

5. Actual FY09 expenses as of 6/30/09 include administrative charges of \$431,000, debt service of \$744,147, and depreciation and amortization of \$1,211,708.

Sewer Fund - June 30, 2009

	FY09 Adopt.	Amended	Actual	Variance	
	Budget	Budget	06/30/09	(Amended & Actual)	Note
Revenues					
Utility Charges	6,300,000	6,300,000	5,888,428	(411,572)	1
Sewer connections	150,000	50,000	21,200	(28,800)	
Interest income	155,000	85,000	49,566	(35,434)	
Miscellaneous revenues	50,000	50,000	316,426	266,426	2
Total Revenues	6,655,000	6,485,000	6,275,621	(209,379)	
Expenses					
Personnel	1,263,439	1,278,728	1,219,851	(58,877)	3
Operating	3,437,511	3,297,563	2,658,403	(639,160)	4
Capital	13,200	13,200	17,595	4,395	
Debt serv., transfer, other	2,229,000	2,229,000	2,121,135	(107,865)	5
Total Expenses	6,943,150	6,818,491	6,016,984	(801,507)	
Net Income/(Loss)	(288,150)	(333,491)	258,636	592,127	

- 1.** Actual revenues came in lower than the adopted budget. Since the FY09 and the FY10 budget were developed under the same parameters, staff will monitor utility charges in FY10 and adjust the budget down if this trend continues.
- 2.** The end of year actual includes \$250,000 in developer contributions related to the development of the Upper Rock District residential buildings.
- 3.** Represents all twenty-six pay periods. The end of year estimate includes full funding of GASB 45 retiree health care cost obligation included in the November 2008 budget amendment. The end of year variance is due to several vacancies (Deputy Director of Utilities and Laborers).
- 4.** Approximately \$639,000 in operating funds were unspent due to reduced consultant expenses, lower-than-budgeted WSSC payments, and unspent contingency funds. Approximately \$32,500 of the variance amount is encumbered in purchase orders that will carry-over into FY10.
- 5.** Actual FY09 expenses as of 6/30/09 include administrative charges of \$241,000, debt service of \$734,352, transfer to Water Fund of \$340,000, and depreciation and amortization of \$805,783.

Refuse Fund - June 30, 2009					
	FY09 Adopt.	Amended	Actual	Variance	
	Budget	Budget	06/30/09	(Amended & Actual)	Note
Revenues					
Utility charges	5,419,000	5,419,000	5,417,054	(1,946)	
Interest income	100,000	60,000	36,194	(23,806)	
Miscellaneous revenues	208,000	248,000	118,810	(129,190)	1
Transfer to General Fund	30,000	30,000	30,000	-	2
Total Revenues	5,757,000	5,757,000	5,602,058	(154,942)	
Expenses					
Personnel	2,716,403	2,790,771	2,553,113	(237,658)	3
Operating	1,951,595	1,878,749	1,542,765	(335,984)	4
Capital	-	77,800	10,500	(67,300)	
Debt serv., transfer, other	1,012,000	1,012,000	989,557	(22,443)	5
Total Expenses	5,679,998	5,759,320	5,095,935	(663,385)	
Net Income/(Loss)	77,002	(2,320)	506,123	508,443	
<p>1. The variance in miscellaneous revenue is due a decline in the value of recyclable materials.</p> <p>2. FY09 actual transfers from the General Fund total \$30,000 for the refuse/trash services to Rockville Housing Enterprises units.</p> <p>3. Represents all twenty-six pay periods. The end of year estimate includes full funding of GASB 45 retiree health care cost obligation included in the November 2008 budget amendment. The variance is due to several Refuse Worker vacancies that were eliminated as part of the FY 2010 operating budget.</p> <p>4. Approximately \$336,000 in operating funds remain unspent. A majority of these funds are due to reduced refuse dump fees and unspent contingency funding. Approximately \$47,500 of the variance amount is encumbered in purchase orders that will carry-over into FY10.</p> <p>5. Actual FY09 expenses as of 6/30/09 include administrative charges of \$456,000, debt service of \$130,708, transfer to Water Fund of \$121,000, and depreciation and amortization of \$281,849.</p>					

Parking Fund - June 30, 2009					
	FY09 Adopt. Budget	Amended Budget	Actual 06/30/09	Variance (Amended & Actual)	Note
Revenues					
Meter Fees	1,350,416	1,090,416	982,403	(108,013)	1
Violations	460,000	560,000	685,934	125,934	1
Interest Earnings / Other	353,000	118,000	41,093	(76,907)	
Parking Tax / Contributions	425,000	510,000	521,558	11,558	
Transfer from General Fund	950,000	950,000	950,000	-	2
Total Revenues	3,538,416	3,228,416	3,180,989	(47,427)	
Expenses					
Personnel	408,767	380,922	349,161	(31,761)	3
Operating	1,016,133	939,377	716,861	(222,516)	4
Debt serv., transfer, other	2,637,500	2,237,500	2,332,163	94,663	5
Total Expenses	4,062,400	3,557,799	3,398,185	(159,614)	
Net Income/(Loss)	(523,984)	(329,383)	(217,196)	112,187	
<p>1. The variance for meter fees is due to the Mayor and Council's decision not to charge nights and Saturdays in FY 2009. The actual violation revenue was higher than the amended budget, even with the reduction from \$40 to \$12 per ticket in the Town Center parking garages which started June 1, 2009.</p> <p>2. FY09 transfers from General Fund as of 6/30/09 total \$950,000.</p> <p>3. Represents all twenty-six pay periods. The end of year estimate includes full funding of GASB 45 retiree health care cost obligation included in the November 2008 budget amendment.</p> <p>4. Approximately \$222,000 in operating funds remain unspent largely due to reduced contractual services and utility expenses. Approximately \$22,600 of the variance amount is encumbered in purchase orders that will carry-over into FY10.</p> <p>5. FY09 actual expenses as of 6/30/09 include administrative charges of \$85,000, debt service of \$1,441,711, depreciation and amortization of \$660,676, and a \$144,775 write-off for parking tickets uncollected in FY09.</p>					

Stormwater Management Fund - June 30, 2009

	FY09 Adopt. Budget	Amended Budget	Actual 06/30/09	Variance (Amended & Actual)	Note
Revenues					
Stormwater permits	300,000	100,000	37,875	(62,125)	1
SWM waivers	400,000	250,000	111,380	(138,620)	1
Interest earnings	300,000	114,000	71,376	(42,624)	
Misc. revenue	-	-	6,000	6,000	
Total Revenues	1,000,000	464,000	226,632	(237,368)	
Expenses					
Personnel	1,376,094	1,305,696	1,197,202	(108,494)	2
Operating	579,288	740,076	332,425	(407,651)	3
Capital	-	-	22,108	22,108	
Debt serv., transfer, other	304,000	304,000	320,105	16,105	4
Total Expenses	2,259,382	2,349,772	1,871,840	(477,932)	
Net Income/(Loss)	(1,259,382)	(1,885,772)	(1,645,209)	240,563	5

1. The variance between the actual revenue and the amended budget for Stormwater waiver and permit fees is due to the decline in new development in the City.
2. Represents all twenty-six pay periods. The end of year estimate includes full funding of GASB 45 retiree health care cost obligation included in the November 2008 budget amendment. The variance in personnel costs is due to position vacancies throughout the year.
3. Approximately \$407,000 in operating funds remain unspent largely due to decreases in consultant expenses. Approximately \$164,600 of the variance amount is encumbered in purchase orders that will carry-over into FY10.
4. FY09 includes administrative charges of \$154,000 and depreciation and amortization of \$164,655.
5. FY09 expenses were \$1.6 million more than annual revenues. This difference was funded from the Stormwater Management Fund's reserve, which was a policy decision by the Mayor and Council. The Mayor and Council have since adopted a utility fee of \$40 per equivalent residential unit to support the Fund.

RedGate Golf Course Fund - June 30, 2009

	FY09 Adopt. Budget	Amended Budget	Actual 06/30/09	Variance (Amended & Actual)	Note
Revenues					
Golf and Cart fees	1,219,173	1,219,173	1,076,150	(143,023)	1
Transfer from General Fund	93,000	93,000	93,000	-	2
Total Revenues	1,312,173	1,312,173	1,169,150	(143,023)	
Expenses					
Personnel	780,081	799,556	805,091	5,535	3
Operating	489,001	489,001	399,794	(89,207)	
Capital	91,236	91,236	46,076	(45,160)	
Debt serv., transfer, other	227,600	227,600	217,083	(10,517)	4
Total Expenses	1,587,918	1,607,393	1,468,044	(139,349)	
Net Income/(Loss)	(275,745)	(295,220)	(298,894)	(3,674)	

1. FY09 actual rounds played totaled 36,571, which is 7,869 rounds lower than the Business Plan's FY09 projection of 44,440 rounds, and a decrease of 11.05% from FY08.
2. FY09 actual includes a transfer from the General Fund totaling \$93,000 for capital improvements to the course. This is the third of three transfers recommended in the business plan.
3. Represents all twenty-six pay periods. End of year estimate includes full funding of GASB 45 retiree health care cost obligation included in the November 2008 budget amendment.
4. FY09 actual expenses as of 6/30/09 include administrative charges of \$95,000 (50% of the total administrative charge pursuant to the City's five-year business plan), debt service of \$11,944, and depreciation and amortization of \$110,139.

Speed Camera Fund - June 30, 2009

	FY09 Adopt.	Amended	Actual	Variance	
	Budget	Budget	06/30/09	(Amended & Actual)	Note
Revenues					
Speed Camera Citation	4,800,000	3,600,000	2,756,463	(843,537)	1
Interest Earnings	-	35,000	20,984	(14,016)	
Total Revenues	4,800,000	3,635,000	2,777,447	(857,553)	
Expenses					
Personnel	335,593	370,526	343,530	(26,996)	2
Operating	2,074,109	1,589,329	981,948	(607,381)	3
Debt serv., transfer, other	3,000	3,000	-	(3,000)	
Total Expenses	2,412,702	1,962,855	1,325,477	(637,378)	
Addition to / (Use of) Fund Balance	2,387,298	1,672,145	1,451,970	(220,175)	

1. Actual revenues collected represent 12 months of speed camera operations. The variance in revenue is due to the reduced number of citations issued and paid per month. The FY 2009 adopted budget was developed based on 10,000 citations per month. Staff reduced those estimates mid-year based on a reduction in the number of citations issued.

2. Represents all twenty-six pay periods. Includes full funding of GASB 45 retiree health care cost obligation included in the November 2008 budget amendment.

3. The decrease in the number of speed camera citations issued resulted in smaller payments to the vendor budgeted in contract services. The vendor receives \$16.25 per citation. This operating variance also includes approximately \$43,700 encumbered in purchase orders that will carry over to FY10.

FY09 Capital Projects Expenditures - June 30, 2009

Over the next several months staff will complete the reconciliation of the Town Center projects that are listed below. This reconciliation will address outstanding invoices and final payments, as well as any outside funding that is owed to the City. Any funds that remain after the projects are closed will be returned to the appropriate fund (Capital Projects Fund or Parking Fund).

Expenditures by Town Center Project (as of the June 2009 Town Center Report)

Project	FY09 CIP Budget	Current Budget	Actual Spent/ Encumbered	Funds Remaining
Town Center Planning	317,493	317,493	298,914	18,579
Town Square Public Improvements	61,042,203	61,042,203	59,415,931	1,626,272
Town Center Parking Garages	56,500,418	56,500,418	56,132,999	367,419
Rockville Arts and Innovation Center	14,716,391	14,716,391	13,563,521	1,152,870
	132,576,505	132,576,505	129,411,365	3,165,140

Outside Funding by Town Center Project (as of June 2009)

Project	FY09 CIP Budget	Current Budget	Actual Collected	Funds Uncollected
Town Square Public Improvements	52,571,295	52,571,295	51,961,515	609,780
Town Center Parking Garages	21,502,200	21,502,200	21,502,200	-
Rockville Arts and Innovation Center	7,438,025	7,438,025	7,305,541	132,484
	81,511,520	81,511,520	80,769,256	742,264

Summary of CIP Transfers - 4Q FY09

Date	Department Fund	Project	(Decrease) Increase
4/14/2009	Recreation and Parks Capital Projects Fund	Fallsgrove SWM Pond Enhancements	(\$20,000)
		Mattie J. T. Stepanek Park	\$20,000
4/15/2009	Public Works Water Fund	Water Plant - Generator	(\$37,000)
		Water Plant Maintenance and Repair	\$37,000
4/17/2009	Public Works Water Fund	Meter Replacement - Residential	(\$351,000)
		Water Main Rehabilitation	\$351,000
4/30/2009	CPDS/Rec and Parks Capital Projects Fund	Town Square - Public Improvements	(\$100,000)
		Police Station	\$100,000
5/21/2009	Public Works Water Fund	Water Plant - Generator	(\$32,000)
		Water Plant Maintenance and Repair	\$32,000
6/16/2009	Public Works SWM Fund	Storm Sewer Rehabilitation	(\$20,000)
		Woodley Gardens - Stream	\$20,000
6/30/2009	Recreation and Parks Capital Projects Fund	Fallsgrove Park	(\$55,449)
		Mattie J. T. Stepanek Park	\$55,449